

SECRET

IDEA-0574-67

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7 September 1967

SUBJECT: Notes from Telecon with John Parangosky

Mr. Parangosky raised the question with [] of how
the funds are holding out. [] stated that there is one area
(the U-2R program) where we should be sure to realize that instead of
hitting the target price they probably reach the ceiling price. The
difference is somewhere around \$5M. Headquarters has been receiving
curves to this effect. [] is a little worried, since he thinks
that our forecast to [] for FY68 was based on the target price,
not the ceiling price. He wanted to be sure that all of us were apprised
of the foregoing. I realize that this information is not new to Headquarters
however, in view of the tight FY68 budget, we might want to take a close
look at it.

DD/SA/JParangosky:mcm(7 Sept 67)

Distribution:

- 1 - DD/SA
- 2 - Compt/OSA
- 3 - CMD/OSA
- 4 - D/R&D/OSA
- 5 - Intel (Attn: [])
- 6 - Chrono
- 7 - RB/OSA

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